

USAID Grant Agreement No. 391-G-00-02-00001-07

STRATEGIC OBJECTIVE GRANT AGREEMENT

AMENDMENT NUMBER SEVEN

BETWEEN THE

UNITED STATES OF AMERICA

AND

THE ISLAMIC REPUBLIC OF PAKISTAN

FOR

EDUCATION SECTOR REFORM SUPPORT PROGRAM

September 22, 2008

Fiscal Data: ODN: 391-SOAG-003-07

PA	PE	Amount	Fund	BBFY	EBFY
A12	A055	\$104,081,641.00	ES	2008	2009
	A056	\$24,813,216.00	ES	2008	2009
		<u>\$128,894,857.00</u>			

Islamic Republic of Pakistan)
 City of Islamabad) SS:
 Embassy of the)
 United States of America)

I, Vice Consul of the United States of America at Islamabad, Pakistan duly commissioned and qualified, do hereby certify that the foregoing is a true and faithful copy of the original, the same having been carefully examined by me and compared with the said original and found to agree therewith word for word and figure for figure.

IN WITNESS WHEREOF I have here unto set my hand and affixed the seal of the Embassy of the United States of America at Islamabad, Pakistan, this 09 day of October 2008.

[Signature]
 VICE CONSUL OF THE UNITED STATES OF AMERICA

FUNDS AVAILABLE
 OFM / Accounting Section
 Amount: \$128,894,857.00

< > Context Clearance only
 Posted By: Ram On: 09/19
 Cleared By: Ram On: 09/19
 MACS/PNX TRNTYP: COLT

AMENDMENT NUMBER SEVEN TO THE STRATEGIC OBJECTIVE GRANT AGREEMENT

between the Government of the United States of America, acting through the United States Agency for International Development (USAID), and the Government of Pakistan, acting through the Economic Affairs Division of the Ministry of Economic Affairs and Statistics ("GOP" or "Grantee").

WHEREAS, the GOP and USAID entered into a Strategic Objective Grant Agreement for the Education Sector Reform Support Program, Grant Agreement No. 391-G-00-02-00001-00, dated August 9, 2002, as subsequently amended (the "Agreement").

WHEREAS, USAID and the Grantee wish to further amend this Agreement to increase the USAID contribution by US\$128,894,857 for a total amount of US\$329,497,903, and extend the Completion Date to September 30, 2009.

NOW THEREFORE, the parties to the Agreement hereby agree as follows:

A. USAID Contribution:

1. **The Grant.** Section 3.1(a) of the Agreement is amended by deleting the amount of "Two Hundred Million, Six Hundred Three Thousand, Forty-Six U.S. Dollars (US\$200,603,046)" and inserting the amount of "Three Hundred Twenty-Nine Million, Four Hundred Ninety Seven Thousand, Nine hundred and Three U.S. Dollars (US\$329,497,903)" in lieu thereof.

2. **Total Estimated USAID Contribution.** Section 3.1(b) of the Agreement is amended by deleting the amount of "Two Hundred Fifty-Five Million, Two Hundred Thirty Thousand, Eight Hundred Fifty-One U.S. Dollars (\$255,230,851)" and inserting the amount of "Four Hundred Three Million, Six Hundred Twenty-Five Thousand, and Seven Hundred Eight U.S. Dollars (US\$403,625,708)" in lieu thereof.

B. Illustrative Financial Plan: The Illustrative Financial Plan in Section III, Funding, of Annex 1, Amplified Description of the Agreement, is deleted in its entirety and replaced by the Illustrative Financial Plan attached hereto as Attachment A.

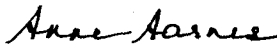
C. Completion Date: Section 4(a) of the Agreement is deleted in its entirety and replaced by the following:

(a) The Completion Date, which is September 30, 2009, or such other date as the Parties may agree to in writing, is the date by which the Parties estimate that all the activities necessary to achieve the Objective and Results will be completed.

D. Other Terms and Conditions: All other terms and conditions of the Agreement remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the United States of America and the Government of Pakistan, each acting through its duly authorized representatives, have caused this Amendment Number Seven to be signed in their names and delivered as of the date shown on the cover page of this Amendment.

UNITED STATES OF AMERICA

By: 
Name: Anne Aarnes
Title: Director, USAID Mission to Pakistan

THE ISLAMIC REPUBLIC OF PAKISTAN

By: 
Name: Farrakh Qayyum
Title: Secretary, Economic Affairs Division

By:
Name: Anne W. Patterson
Title: U.S. Ambassador to Pakistan

By:
Name: Syed Naveed Qamar
Title: Minister for Finance, Revenue,
Economic Affairs & Statistics

**Strategic Objective Grant Agreement
Amendment No. 7
Education Sector Reform Support Program**

Illustrative Financial Plan

(in US\$ millions)							
Education Program	2002	2003	2004	2005	2006	2007	2008
USAID Contribution – excluding AID/W withholdings:							
USAID Contribution	\$15.358	\$21.500	\$27.417	\$50.729	\$43.165		
- Basic Education						\$26.523	\$99.582
- Higher Education						\$11.801	\$23.635
Program Management	\$0.0	\$0.0	\$0.0	\$0.900	\$1.287	\$1.924	\$5.678
AID/W Withholdings:							
Fulbright –USAID Scholarship Program*	\$0.0	\$0.0	\$0.0	\$15.000	\$19.500	\$19.500	\$19.500
IT Cost Recovery	\$0.0	\$0.0	\$0.0	0.027	\$0.0	\$0.0	\$0.0
Parking Fines	\$0.0	\$0.0	\$0.583	\$0.017	\$0.0	\$0.0	\$0.0
Total Estimated USAID Contribution	\$15.358	\$21.500	\$28.000	\$66.673	\$63.952	\$59.748	\$148.395
GOP Contribution	8 (Rs. billion)	9 (Rs. billion)	12 (Rs. billion)	14 (Rs. billion)	17 (Rs. billion)	18.9 (Rs. billion)	
*Government of Pakistan's Higher Education Commission will contribute an additional \$10.5 million each year from 2006 to 2010 to Fulbright-USAID Scholarship program and \$333,000 for the needs and merit based scholarships							

**Foreign Assistance Framework
Illustrative Financial Plan Cross-walk**

Objective: Investing in People
Program Area: Education

Program Element	FY 2007	FY 2008
Basic Education	\$28,052,000	\$104,081,641
Higher Education	\$31,696,274	\$44,313,216
Program Area Total	\$59,748,274	\$148,394,857

Changes may be made to the Financial Plan by representatives of the Parties without formal amendment to the Agreement, if such changes do not cause USAID's contribution to exceed the amount specified in Section 3.1 of the Agreement, or the Grantee's contribution to be less than the amount specified in Section 3.2 of the Agreement.